

General Assembly

Amendment

January Session, 2009

LCO No. 5618

HB0614405618HR0

Offered by:

REP. D'AMELIO, 71st Dist.

To: Subst. House Bill No. **6144**

File No. 155

Cal. No. 158

"AN ACT CONCERNING A MORATORIUM ON MORTGAGE FORECLOSURE."

- 1 After the last section, add the following and renumber sections and
- 2 internal references accordingly:
- "Sec. 501. Section 47a-26b of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2009*):
- 5 (a) If the defendant appears, the court shall, upon motion and 6 without hearing, unless the defendant files an objection within five 7 days of the filing of the motion, order the defendant to deposit with 8 the court within ten days of the filing of the motion payments for use and occupancy in an amount equal to the last agreed-upon rent or, in 10 the absence of a prior agreed-upon rent, in an amount equal to the fair 11 rental value of the premises during the pendency of such action 12 accruing from the date of such order. If the motion is served upon the 13 defendant with the complaint, the motion shall be deemed for 14 purposes of this section to have been filed on the date on which the 15 defendant appears. If all or a portion of the defendant's rent is being

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paid to the plaintiff by a housing authority, municipality, state agency or similar entity, this requirement shall be satisfied if the defendant deposits with the court an amount equal to his portion of the last agreed-upon rent. The motion for use and occupancy payments shall include a statement of the amount of the last agreed-upon rent. The motion shall be filed on a form prescribed by the Office of the Chief Court Administrator and shall contain, in clear and simple language, a notice advising the defendant that, if the defendant files an objection within five days of the date the motion was filed, the court will conduct a hearing on the motion prior to entering an order, but, if the defendant does not file an objection during such time period, the court will order use and occupancy payments without a hearing. The form shall also contain a place for the defendant to claim an objection to the motion and notice that the defendant may file an objection at any time. The filing by the plaintiff of a motion for use and occupancy payments shall not suspend the time limits for pleading under section 47a-26a.

- (b) Notice to the defendant of an order for use and occupancy payments shall be given on a form prescribed by the Office of the Chief Court Administrator. Such form shall state in clear and simple language and in readable format (1) the amount to be paid, (2) the date by which such payment must be received by the clerk, and (3) the consequences of failure to make payment as ordered.
- (c) If the defendant files an objection to the motion, a hearing on the objection shall be held not more than seven days after such objection is filed, after which the court shall order the defendant to deposit with the court payments for use and occupancy in an amount equal to the fair rental value of the premises during the pendency of such action accruing from the date of such order. If all or a portion of the defendant's rent is being paid to the plaintiff by a housing authority, municipality, state agency or similar entity, this requirement shall be satisfied if the defendant deposits with the court an amount equal to his portion of the fair rental value of the premises. The last agreed-upon rent shall be prima facie evidence of the fair rental value of the premises. The party claiming a different amount shall have the burden

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50 of proving that the last agreed-upon rent is not the fair rental value.

- 51 Such order shall permit the payment of such amounts in monthly
- 52 installments, as such amounts become due. Nothing in this subsection
- 53 shall preclude either party from subsequently moving to modify the
- 54 amount of the payment order for cause shown.
- 55 (d) If the defendant fails to make such payments as ordered, the clerk shall, immediately and without the filing of a motion, order the 56 57 defendant to file his answer and, if the defendant fails to do so within 58 four days of the mailing of such order, judgment shall forthwith be 59 entered for the plaintiff. If the defendant files an answer within such
- 60 four-day period, the clerk shall set such matter down for hearing not
- 61 less than three nor more than seven days after such answer and reply,
- 62 if any, are filed.
- 63 (e) The court shall deposit amounts paid for payments for use and 64 occupancy pursuant to an order issued under this section into an
- 65 interest-bearing account established to receive such payments.
- 66 Sec. 502. Section 47a-26f of the general statutes is repealed and the 67 following is substituted in lieu thereof (*Effective October 1, 2009*):
- 68 After entry of final judgment, the court shall hold a hearing to
- 69 determine the amount due each party from the accrued payments for
- 70 such use and occupancy and order distribution in accordance with its
- 71 determination. Such determination shall be based upon the respective
- 72 claims of the parties arising during the pendency of the proceedings
- 73 after the date of the order for payments and shall be conclusive of such
- 74 claims only to the extent of the total amount distributed. Any interest
- 75 remaining in the account in which the payments were deposited shall
- 76 be paid to the Department of Mental Health and Addiction Services
- 77 and used for the purposes of the program established under section
- 78 503 of this act.
- 79 Sec. 503. (NEW) (Effective October 1, 2009) (a) The Department of
- 80 Mental Health and Addiction Services shall administer a program for
- 81 the use of interest on payments of use and occupancy for rental units

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ordered by the courts pursuant to section 47a-26b of the general statutes, as amended by this act. The department shall use such interest to provide funding for (1) grants to homeless persons and persons at risk for becoming homeless established pursuant to section 17a-484a of the general statutes; and (2) the Supportive Housing Initiative established under section 17a-485c of the general statutes.

(b) The Chief Court Administrator and the Commissioner of Mental Health and Addiction Services shall enter into a memorandum of understanding to implement the provisions of this section."

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